

C. DUKES SCOTT  
EXECUTIVE DIRECTOR

1441 Main Street, Suite 300  
Columbia, SC 29201



DAN F. ARNETT  
CHIEF OF STAFF

Main Line: (803) 737-0800  
Legal Department: (803) 737-0877

May 29, 2007

FLORENCE P. BELSER  
GENERAL COUNSEL

**VIA EFILING, EMAIL AND US MAIL**

[lhammon@regstaff.sc.gov](mailto:lhammon@regstaff.sc.gov)

Mr. Charles L.A. Terreni  
Chief Clerk/Administrator  
South Carolina Public Service Commission  
101 Executive Center Dr., Suite 100  
Columbia, SC 29210

Re: Joint Application for Approval of a Transfer of Assets - Trinsic Communications, Incorporated, Touch 1 Communications, Incorporated, and Any Successor in Interest, Including a Chapter 7 Bankruptcy Trustee (Collectively, "Trinsic") and Matrix Telecom, Incorporated.  
**Docket No.: 2007-134-C**

Dear Mr. Terreni:

Please allow this correspondence to serve as notification that the Office of Regulatory Staff cannot support the request of the joint application for approval of a transfer of assets between the referenced companies.

Matrix Telecom, Inc. has not provided ORS with necessary information that ORS has requested regarding the reporting of USF contributions. The information ORS has received is inconsistent and has yet to be reconciled by the company. In addition to inconsistent information, ORS was not able to tie reported South Carolina revenue to the company's general ledger due to lack of information. ORS has made several attempts to retrieve the needed information from Matrix; however, as of today's date, we have not received that information.

On Thursday, May 24, 2007, Matrix provided ORS with its annual report; however, due to the delinquency of USF information, ORS cannot support the request as referenced above.

Thank you for your attention to this matter.

Sincerely,



C. Lessie Hammonds

cc: Scott Klopak, Esquire  
Matthew Brill, Esquire  
Christopher Strickland, Esquire  
Peggy Rubino  
David Butler, Esquire, PSC Hearing Examiner